

ND ASSOCIATION OF COUNTIES - PROGRAM SAVINGS FUND
INVESTMENT PERFORMANCE REPORT AS OF DECEMBER 31, 2002

	December-02				September-02				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Policy	Quarter	Market Value	Allocation	Policy	Quarter	Fiscal YTD	FY02	Ended	Ended
				Net ROR				Net ROR	Net	Net	6/30/2002	6/30/2002
											Net	Net
LARGE CAP DOMESTIC EQUITY												
<i>Structured Growth</i>												
AllianceBernstein	6,872	2.6%	3.0%	2.89%	6,678	2.6%	3.0%	-13.54%	-11.04%	-28.65%	-16.80%	N/A
Russell 1000 Growth				7.15%				-15.05%	-8.97%	-26.49%	-16.15%	N/A
<i>Structured Value</i>												
LSV	7,708	2.9%	3.0%	6.53%	7,237	2.8%	3.0%	-18.60%	-13.28%	2.41%	5.40%	N/A
Russell 1000 Value				9.22%				-18.77%	-11.28%	-8.96%	-2.92%	N/A
<i>S&P 500 Index</i>												
State Street	35,901	13.4%	14.0%	8.41%	33,114	13.0%	14.0%	-17.26%	-10.30%	-18.03%	-9.27%	N/A
S&P 500				8.44%				-17.28%	-10.30%	-17.99%	-9.18%	N/A
TOTAL LARGE CAP DOMESTIC EQUITY	50,481	18.9%	20.0%	7.34%	47,029	18.4%	20.0%	-16.96%	-10.86%	-16.89%	-8.30%	N/A
S&P 500				8.44%				-17.28%	-10.30%	-17.99%	-9.18%	N/A
SMALL CAP DOMESTIC EQUITY												
<i>Manager-of-Managers</i>												
SEI	25,688	9.6%	10.0%	4.91%	24,487	9.6%	10.0%	-19.31%	-15.35%	-11.77%	N/A	N/A
Russell 2000 + 200bp				6.68%				-20.97%	-15.69%	-7.96%	N/A	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	25,688	9.6%	10.0%	4.91%	24,487	9.6%	10.0%	-19.31%	-15.35%	-11.69%	2.22%	N/A
Russell 2000				6.16%				-21.40%	-16.55%	-8.59%	1.67%	N/A
CONVERTIBLES												
TCW	27,453	10.3%	10.0%	8.15%	25,384	9.9%	10.0%	-10.05%	-2.72%	-20.37%	-2.22%	N/A
First Boston Convertible Index				9.83%				-8.47%	0.52%	-12.44%	0.11%	N/A
INTERNATIONAL EQUITY												
<i>Large Cap - Active</i>												
Capital Guardian	24,784	9.3%	9.0%	7.30%	23,127	9.1%	10.0%	-20.58%	-14.78%	-12.10%	-2.96%	N/A
MSCI EAFE - 50% Hedged				4.04%				-20.02%	-16.79%	-14.62%	-7.32%	N/A
<i>Small Cap - Value</i>												
Lazard	2,707	1.0%	1.0%	N/A	-	0.0%	10.0%	N/A	N/A	N/A	N/A	N/A
SSB BROAD MARKET INDEX < \$2BN				N/A				N/A	N/A	N/A	N/A	N/A
TOTAL INTERNATIONAL EQUITY	27,492	10.3%	10.0%	7.81%	23,127	9.1%	10.0%	-20.58%	-14.37%	-12.10%	-2.96%	N/A
MSCI EAFE - 50% Hedged				4.04%				-20.02%	-16.79%	-14.62%	-7.32%	N/A
DOMESTIC FIXED INCOME												
<i>Core Bond</i>												
Western Asset	63,949	23.9%	22.5%	2.96%	62,659	24.5%	22.5%	3.51%	6.57%	8.36%	8.53%	N/A
Lehman Aggregate				1.57%				4.58%	6.22%	8.62%	8.10%	N/A
<i>Index</i>												
Bank of ND	33,923	12.7%	13.5%	1.65%	35,099	13.7%	13.5%	5.96%	7.71%	8.38%	7.79%	N/A
Bank of ND CD'S	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	5.04%	5.55%	N/A
Total Index	33,923	12.7%	13.5%	1.65%	35,099	13.7%	13.5%	5.96%	7.71%	8.14%	7.66%	N/A
Lehman Gov/Credit				1.73%				5.70%	7.52%	8.24%	7.86%	N/A
<i>BBB Average Quality</i>												
Strong	25,723	9.6%	9.0%	4.48%	24,843	9.7%	9.0%	3.08%	7.69%	N/A	N/A	N/A
Lehman US Credit BAA				4.59%				2.70%	7.42%	N/A	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	123,595	46.2%	45.0%	2.89%	122,601	48.0%	45.0%	4.11%	7.12%	7.55%	7.88%	N/A
Lehman Gov/Credit				1.73%				5.70%	7.52%	8.24%	7.86%	N/A
CASH EQUIVALENTS												
Bank of ND	12,543	4.7%	5.0%	0.41%	12,877	5.0%	5.0%	0.48%	0.89%	2.41%	4.76%	N/A
90 Day T-Bill				0.43%				0.45%	0.88%	2.63%	4.68%	N/A
TOTAL NDACo PROGRAM SAVINGS	267,252	100.00%	100.00%	4.65%	255,505	100.00%	100.00%	-6.56%	-2.21%	-4.67%	1.64%	N/A
POLICY TARGET BENCHMARK				4.60%				-6.24%	-1.92%	-3.26%	1.76%	N/A

NOTE: Monthly returns and market values are preliminary and subject to change.